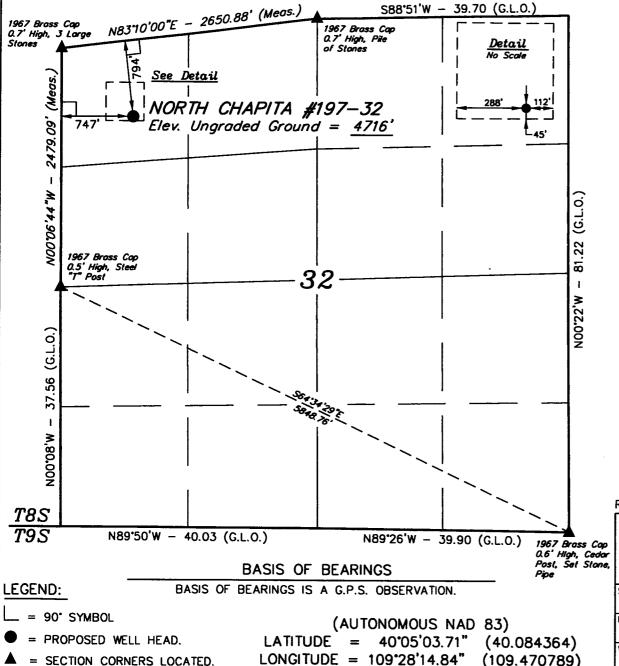
STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

001

AMENDED REPORT (highlight changes)

APPLICATION FOR PERMIT TO DRILL							5. MINERAL LEASE NO: ML3085	6. SURFACE: Indian
1A. TYPE OF WO	1A. TYPE OF WORK: DRILL REENTER DEEPEN D						7. IF INDIAN, ALLOTTEE OR UTE INDIAN TRIE	
B. TYPE OF WE	ELL: OIL 🗌	gas 🗹	OTHER	SIN	GLE ZONE 🗹 MULTIPLE ZON	E	8. UNIT or CA AGREEMENT N	AME:
2. NAME OF OPE							9. WELL NAME and NUMBER	
EOG RESOURCES, INC. 3. ADDRESS OF OPERATOR: 1 PHONE NUMBER:							NORTH CHAPITA 10. FIELD AND POOL, OR WI	
P.O. BOX 1815 CITY VERNAL STATE UT ZIP 84078 (435) 789-0790							NATURAL BU'	TTES
4. LOCATION OF WELL (FOOTAGES) 4437981 Y 40.08390 AT SURFACE: 794' FNL, 747' FWL 630443X -106, 47004							11. QTR/QTR, SECTION, TOV MERIDIAN:	VNSHIP, RANGE,
AT SURFACE:	794' FNL, 7	47' FWL	630443X	-109,4	7004		NWNW 32 8S	22E S
AT PROPOSED	PRODUCING ZONE	Ξ:						
			AREST TOWN OR PO				12. COUNTY:	13. STATE: UTAH
			URAY, UTAI				UINTAH	
	O NEAREST PROPE	RTY OR LEASE	LINE (FEET)	16. NUMBER O	F ACRES IN LEASE:	17. NL	JMBER OF ACRES ASSIGNED	TO THIS WELL:
747'					600			
	O NEAREST WELL (R) ON THIS LEASE (PLETED, OR	19. PROPOSED		20. BC	OND DESCRIPTION:	
					8,740		-0921	
	S (SHOW WHETHER		C.):		ATE DATE WORK WILL START:		STIMATED DURATION:	
4716.0' G	4716.0' GRADED GROUND 6/21/2003 7/2				112	.1/2003 		
24.			PROPOS	SED CASING A	ND CEMENTING PROGRAM			
SIZE OF HOLE	CASING SIZE, G	RADE, AND WEI	GHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY,	YIELD, AND SLURRY WEIGHT	
12 1/4"	9 5/8"	J-55	36#	500	SEE 8 POINT PLAN			
7 7/8"	4 1/2"	سمع 55 طو سمع 55 طو		8,740	SEE 8 POINT PLAN			
		J-55	11.6		LITTE			
					Uthing			
				CUNT	, O-		RECEIVI	
				<u> </u>			MAY 3 0 21	103
								o MINING
25.				ΔΤΤΔ	CHMENTS		DIV. OF OIL, GAS	X Minterior
							· · · · · · · · · · · · · · · · · · ·	
VERIFY THE FOL	LLOWING ARE ATTA	ACHED IN ACCO	RDANCE WITH THE	UTAH OIL AND GAS C	ONSERVATION GENERAL RULES:			
WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER COMPLETE DRILLING PLAN								
EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER						IE LEASE OWNER		
NAME (PLEASE	PRINT) Ed Troj	ter ₍₎			TITLE Agent			
SIGNATURE	Fig. 1 votto 5/15/2003							
				-				
(This space for Sta	ite use only)							
API NUMBER AS	signed: <u>43</u>	-047-3	3+995	·	APPROVAL:			

T8S, R22E, S.L.B.&M.

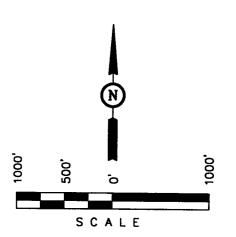


EOG RESOURCES, INC.

Well location, NORTH CHAPITA #197-32, located as shown in the NW 1/4 NW 1/4 of Section 32, T8S, R22E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHEAST CORNER OF SECTION 25, T8S, R21E, S.L.B.&M. TAKEN FROM THE RED WASH SW, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4731 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM
FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OF UNDER MY
SUPERVISION AND THAT THE SAME ARE TRUE THE CORRECT TO THE
BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED FAND SURVEYOR Y REGISTRATION TO 161319 STATE OF UTAK

REVISED: 12-09-02 D.COX

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

1" = 1000'	DATE SURVEYED: DATE DRAWN: 10-16-02 10-17-02
PARTY D.A. J.A. D.CO	REFERENCES G.L.O. PLAT
WEATHER WARM	FILE EOG RESOURCES, INC.

EOG Resources, Inc. P.O. 1910 Vernal, UT 84078

May 15, 2003

Utah Division of Oil, Gas, & Mining 1594 West North Temple, Suite 1210 P.O. Box 145801 Salt Lake City, UT 84114-5801

> RE: APPLICATION FOR PERMIT TO DRILL NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E UINTAH COUNTY, UTAH LEASE NO.: ML-3085 UTE INDIAN TRIBAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Phone: (435)789-4120
Fax: (435)789-1420

Sincerely,

Agent

EOG Resources, Inc.

Attachments

RECEIVED MAY 3 0 2003

DIV. OF OIL, GAS & MINING

NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES

FORMATION	DEPTH	TYPE ZONES	MAXIMUM PRESSURE
Peters Point	5371		
Chapita Wells	6031		/ 00
Buck Canyon	6756		wended
Island	8030		/ Nure
KMV Price River	8730		* *
EST. TD: 8740		Anticipated PHP 3	800 PSI

- 3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.
- 4. CASING PROGRAM:

					/		MINIM	UM SAFE	YFACIO	ľ
HOLE SIZE	INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	THREAD	COLLAI	SE BURST	TENSILE	
12 1/4	0' - 500' <u>+</u>	500'±	9 5/8		J-55	ST&C	2020 PSI	3520 PSI	394,000#	
7 7/8	0' - 8740'	8740'	4 1/2	10,5 #		ST&C	3310 PSI	4790 PSI	132,000#	
				11.6	N-80	LTAC				

5. Float Equipment:

SURFACE HOLE PROCEDURE (0-500' Below GL):

Guide Shoe

Insert Baffle

Wooden wiper plug

Centralizers: 1 - 5 - 10' above shoe, every collar for next 3 joints (4 total).

Have bottom of first collar tack-welded, guide shoe and top of first collar thread-locked.

PRODUCTION HOLE PROCEDURE (500-TD'):

Texas-Pattern shoe, short casing shoe joint $(\pm 20^{\circ})$, Float Collar, and balance of casing to surface. Run short casing joint $(< 38^{\circ})$ at $\pm 4850^{\circ}$ (1000° above projected top of Wasatch). Centralize 5° above shoe on joint #1, top of joint #2, then every 4th joint to 5400° (400° above Wasatch top - 15 total). Thread lock shoe, top and bottom of FC, and top of 2^{nd} joint.

6. MUD PROGRAM:

SURFACE HOLE PROCEDURE (0-500' Below GL):

Air – Air Water Mist

NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

MUD PROGRAM (Continued):

PRODUCTION HOLE PROCEDURE (500-TD'):

Water (circulate through reserve pit). POLYPLUS sweeps for hole cleaning, Paper & gel sweeps to seal off loss zones. Add LIME to reserve pit to keep clear. Stay on as clear of fluid as long as possible. For trips, slug drillpipe and fill hole with cheapest combination of brine and 9.2 ppg mud (pre-mixed in rig mud tanks or from storage) to control gas. Once back on bottom after trip, turn flow back and recirculate through reserve pit to resume drilling ahead. Increase POLYPLUS sweep frequency as you near TD in preparation to running casing. If mud-up becomes necessary to run casing, or for hole sloughing and/or control of water and gas flows, mix DUROGEL and POLYPLUS if chloride content of mud will allow or SALT GEL if chloride content is high. When mudding up, add 6% LCM (mixture of Cedar Fiber, Paper, Cottonseed Hulls and Sawdust) to control losses.

7. VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- C. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

8. EVALUATION PROGRAM:

Logs:	COMPENSATED NEUTRON-GR	TD to surface, 5"+2", and scale Presentations
	DIPOLE SONIC	TD to 200' above 'M' marker, 5"+2", and half scale presentations
	RST	The RST log will be run IN PLACE of the Neutron Sonic logs if previous wells have provided a satisfactory calibration. If not, the RST log will not be run and the Neutron/Sonic will be run.
	STACK CCL/CBL LOG RUN	To 200' above 'M' Marker and 200' at cement top Logs:

NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

9. CEMENT PROGRAM:

SURFACE HOLE PROCEDURE (0-500' Below GL):

Lead: 275 sx. (100% excess volume) Class 'G' cement with 2% S1 (CaCl2) & 0.25 pps D29 (cellophane flakes), mixed at 15.8 ppg, 1.15 cu. ft./sk., 4.95 gps water.

Top Out: Top out with Class 'G' cement with 2% S1 (CaCl2) in mix water, 15.8 ppg, 1.15 cu. ft./sk., 4.95 gps via 1" tubing set at 25' if needed.

PRODUCTION HOLE PROCEDURE (500-TD') 100 3/25

Lead: Class 'G' lead cement with 5% D44 (Salt), 12% D20 (Bentonite), 1% D79% (Extender), 0.25% D112 (Fluid Loss Additive), 0.2% D46 (Anti-Foamer) & 0.25 pps D29 (Cellophane flakes) mixed at 11.0 ppg, 3.91 ft3/sk., 24.5 gps water.

3.48 **Tail:** 50:50 Poz G w/ 2% D20 (Bentonite), 10% D44 (Salt), mixed at 14.1 ppg, 1.35/cu. ft./sk., 5.0 gps water.

10. ABNORMAL CONDITIONS:

PRODUCTION HOLE (300-TD')

Potential Problems: Lost circulation, asphaltic, black oil and large Trona water flows may be encountered in the Green River, beginning at 2297'. Monitor for and report any hydrocarbon shows and/or water zones. Although none of the immediate offset wells to the NDC 216-28 reported any significant gas flows from the Green River (2300-4000'), some wells drilled in the general area did encounter considerable amounts of gas from this interval. 10-11 ppg mud weights were required to kill gas flows in some of these wells. (Be alert for any flows, volume gains and/or losses.) In a like manner, while none of NDC 216-28's immediate offsets encountered severe deviation problems, a few wells in the general region have experienced acute deviation (up to 18° inclination) beginning around 2000'. This deviation problem has been determined to be associated with gilsonite-filled vertical faults, whose existence and extent are not able to be predicted beforehand. (Some offset wells around the NDC 216-28 experienced an increase in hole angle to 4 1/2° from 2000-4000', then fell back to "normal" inclination). Some wells in the area of the NDC 216-28 (all drilled with air/mist or aerated water) reported problems with sloughing formation in the Wasatch while attempting to mud up for logs or to run casing. None anticipated.

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

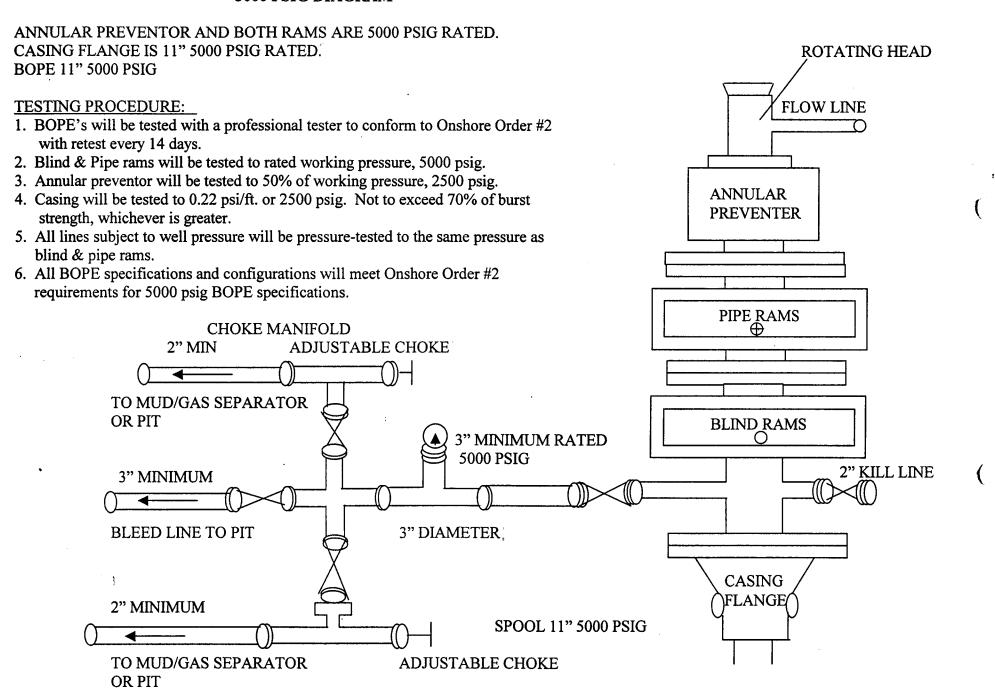
NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

5000 PSIG DIAGRAM



CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator: <u>EOG Resources, Inc.</u>

Well Name & Number: North Chapita 197-32

Lease Number:

ML-3085

Location:

794' FNL & 747' FWL, NW/NW, Sec. 32,

T8S, R22E, S.L.B.&M., Uintah County

Surface Ownership:

Ute Indian Tribe

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction

of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice:

- at least twenty-four (24) hours prior to

spudding the well.

Casing String and

Cementing

- twenty-four (24) hours prior to running

casing and cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running

casing and tests.

First Production

Notice

- within five (5) business days after new

Well begins or production resumes after Well has been off production for more

than ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 14.7 miles southeast of Ouray, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 0.2 miles in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way.

Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of

drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. <u>LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION</u>

- A. Abandoned wells 1*
- B. Producing wells 43*

(*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of well head valves, separator, dehy, 210 Bbl condensate tank, meter house, and attached piping.
- 2. Gas gathering lines A 3" gathering line will be buried from dehy to the edge of the location.

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 3" OD steel above ground natural gas pipeline will be laid approximately 1975' from proposed location to a point in the SW/NW of Section 32, T8S, R22E, where it will tie into Questar Pipeline Co.'s existing line. Proposed pipeline crosses BIA administered lands, thus a Right-of-Way grant will be required.
- 3. Proposed pipeline will be a 3" OD steel, welded line laid on the surface.
- 4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the Northeast side of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities required will be painted within 6 months of installation. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

The required paint color is Carlsbad Canyon.

If at any time the facilities located on public land and authorized by the terms of the lease are no longer included in the lease (due to a construction in the unit or other lease or unit boundary change), the BIA will process a change in authorization to the appropriate rental or other financial obligation as determined by the authorized officer.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from the Ouray Brine Plant at Ouray, Utah, and/or Target Trucking Inc.'s water source in the SW/SW, Sec. 35, T9S, R22E, Uintah County, Utah (State Water Right #49-1501). Produced water from the Chapita Wells and Stagecoach Units will also be used.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. All construction material will come from Tribal Land.
- C. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County landfill.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90

day period, the produced water will be contained in a tank on location and then disposed of at one of the following three locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).

- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

On BIA administered land:

The reserve pit will be constructed so as not to leak, break, or allow discharge.

The reserve pit shall be lined.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.

9. WELLSITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the East side of the location. The flare pit will be located downwind of the prevailing wind direction on the Southeast side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored between Corners 2 and 8, and North of Corner #4.

Access to the well pad will be from the Southwest.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until cleanup.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BIA or SMA specifications. A cattleguard with an adjacent 16-foot gate shall be installed in any fence where a road is to be regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to crossing any fence located on Tribal land, or any fence between Tribal land and private land, the operator will contact the BIA, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 12 months from the date of well completion. Before any dirt work takes place, the reserve pit will be

completely dry and all cans, barrels, pipe, fluid, and hydrocarbons, will be removed.

Contact appropriate surface management agency for required seed mixture.

B. <u>DRY HOLE/ABANDONED LOCATION</u>

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BIA will attach the appropriate surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP

Access road: <u>Tribal</u> Location: <u>Tribal</u>

12. OTHER INFORMATION

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:
 - -whether the materials appear eligible for the National Register of Historic Places;
 - -the mitigation measures the operator will likely have to undertake before the site can be used.
 - -a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs.

The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable

facilities. A list of noxious weeds will be obtained from the BIA, or the appropriate County Extension Office. On BIA administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.

C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Tribal Lands after the conclusion of drilling operations or at any other time without BIA authorization. However, if BIA authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BIA does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

Additional Surface Stipulations

None

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

PERMITTING AGENT

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Telephone: (425)780 413

Telephone: (435)789-4120 Fax: (435)789-1420

DRILLING OPERATIONS

Donald Presenkowski EOG Resources, Inc. P.O. Box 250

Big Piney, WY 83113 Telephone: (307)276-4865

All lease or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. EOG Resources, Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The BIA office shall be notified upon site completion prior to moving on the drilling rig.

Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

5-23-2003

4357891420

Date

Agent

SCU 78-8 D

EOG RESOURCES, INC.NORTH CHAPITA #197-32

LOCATED IN UINTAH COUNTY, UTAH SECTION 32, T8S, R22E, S.L.B.&M.



PHOTO: VIEW FROM CORNER #1 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY

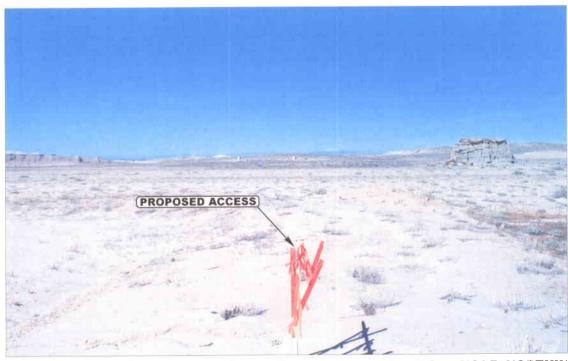
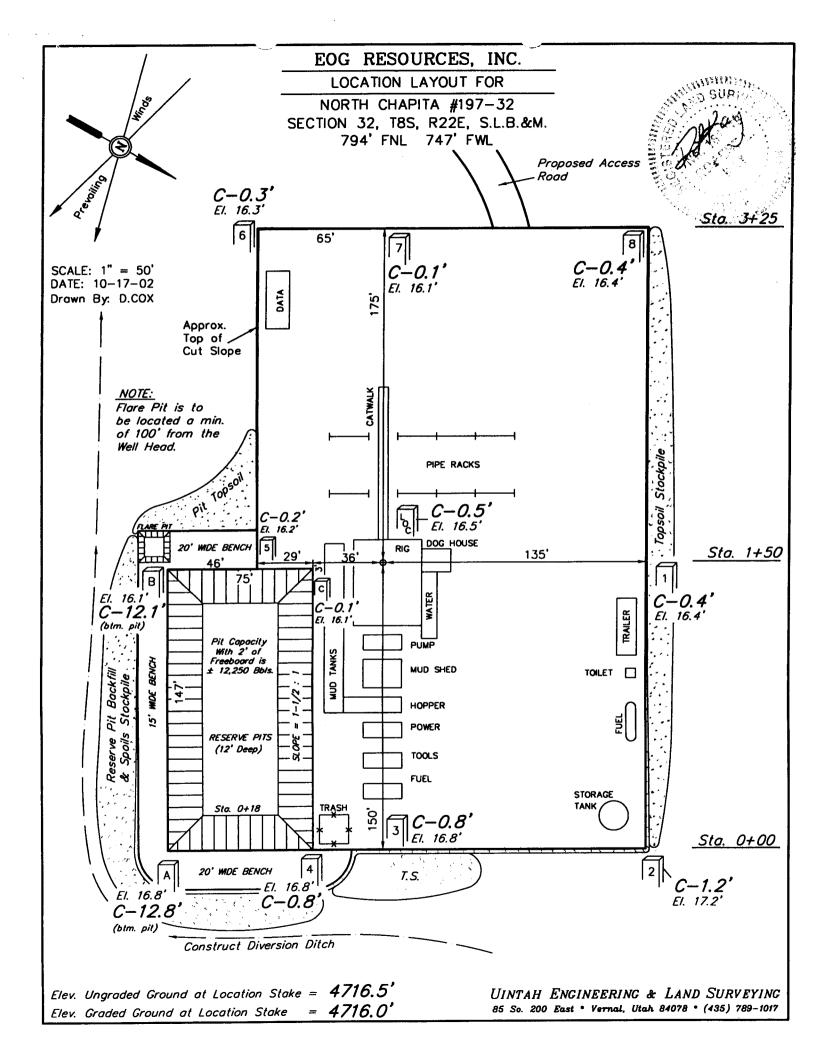


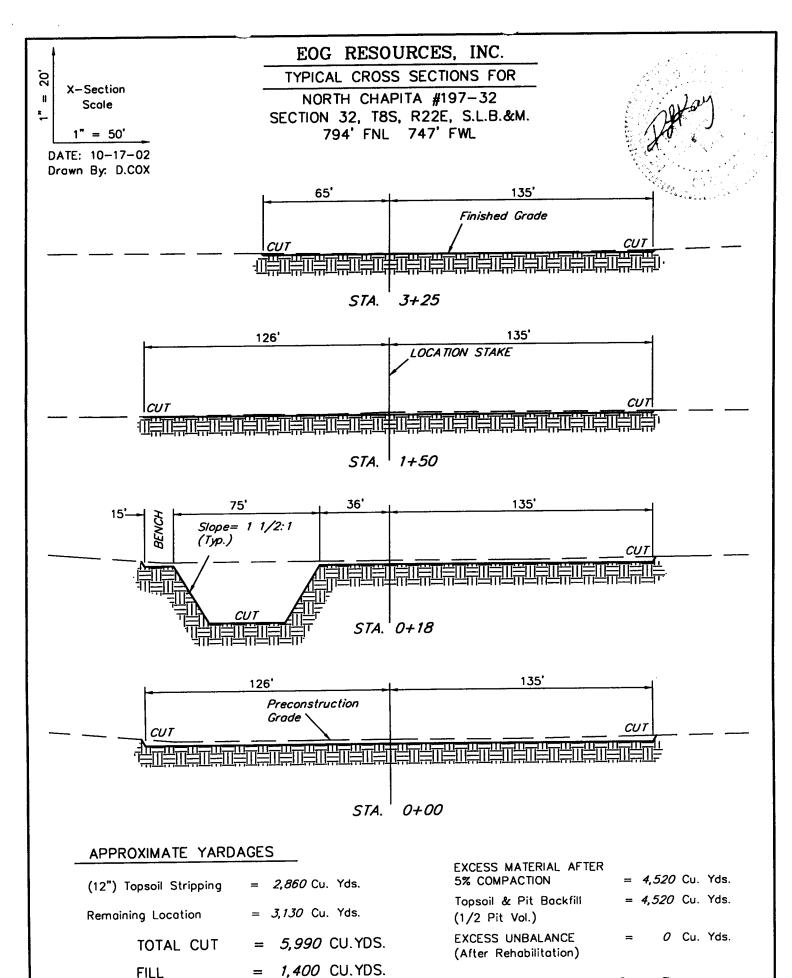
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHWESTERLY

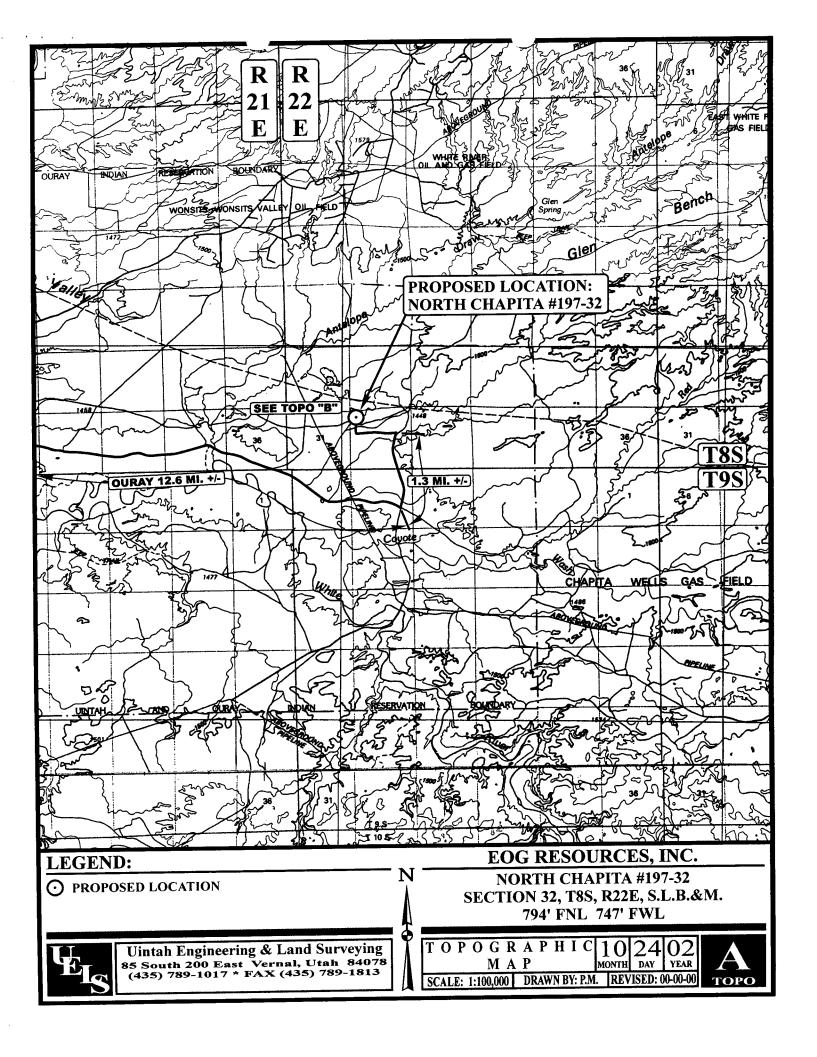


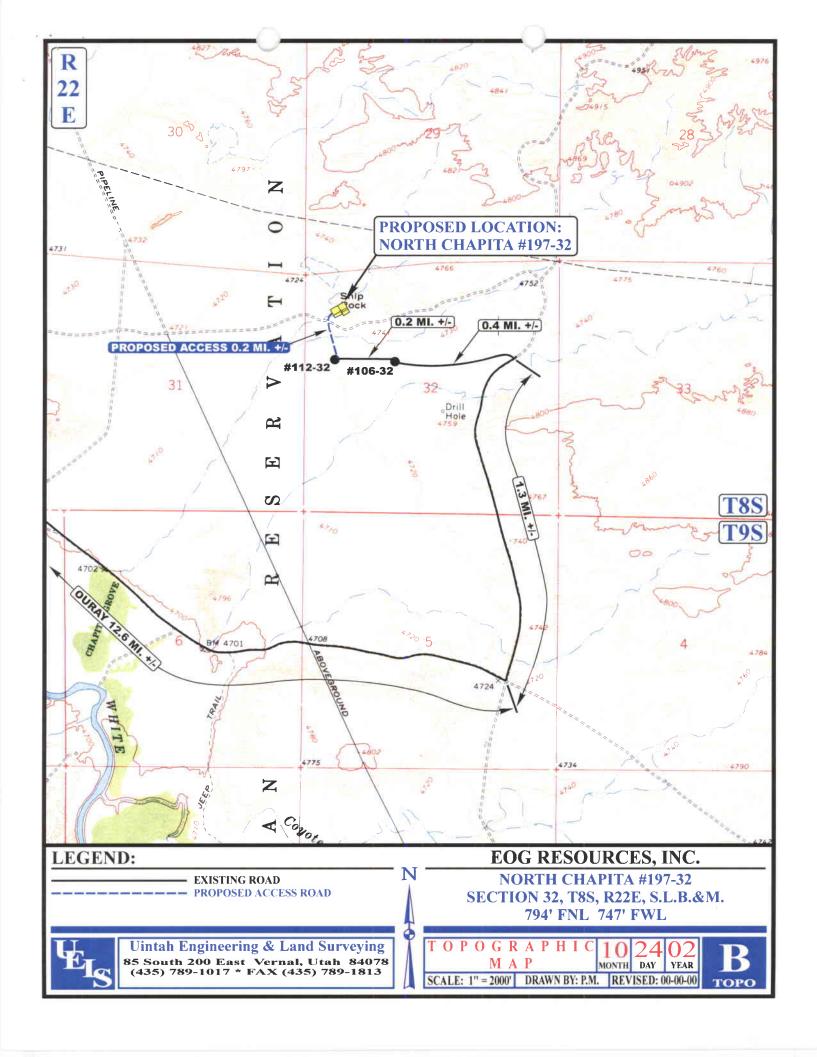
LOCATION					РНОТО
TAKEN BY: D.A.	DRAWN BY: P.M	. REV	ISED: 0	0-00-00	

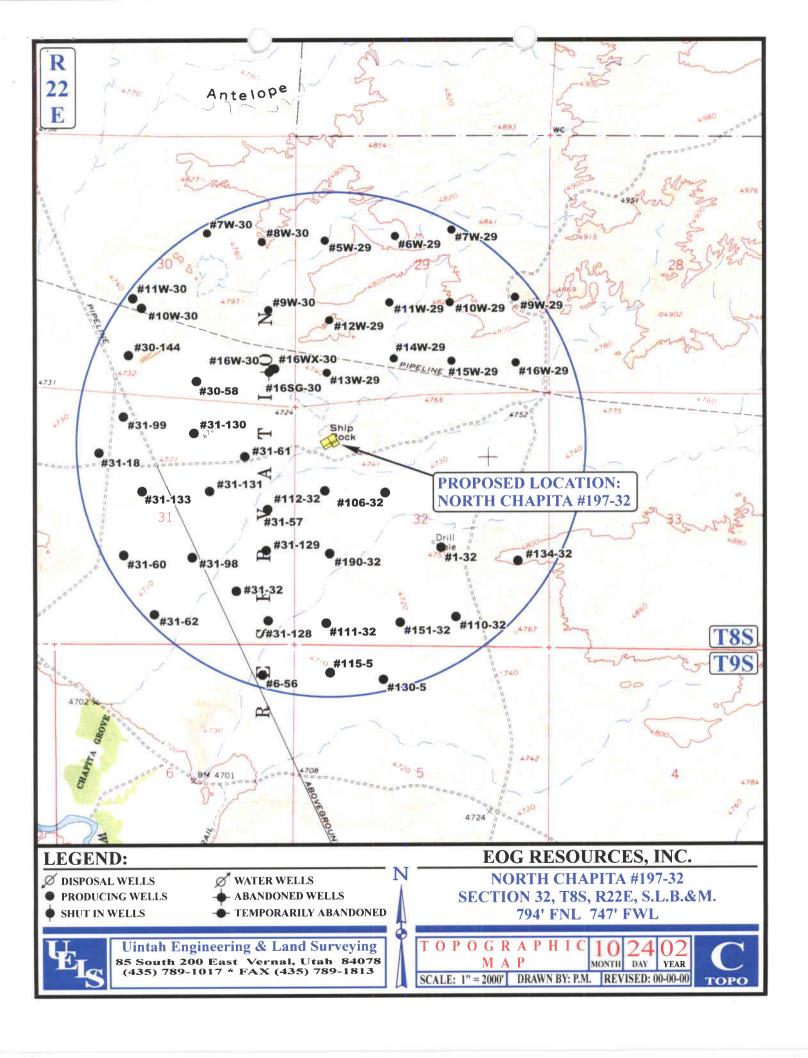


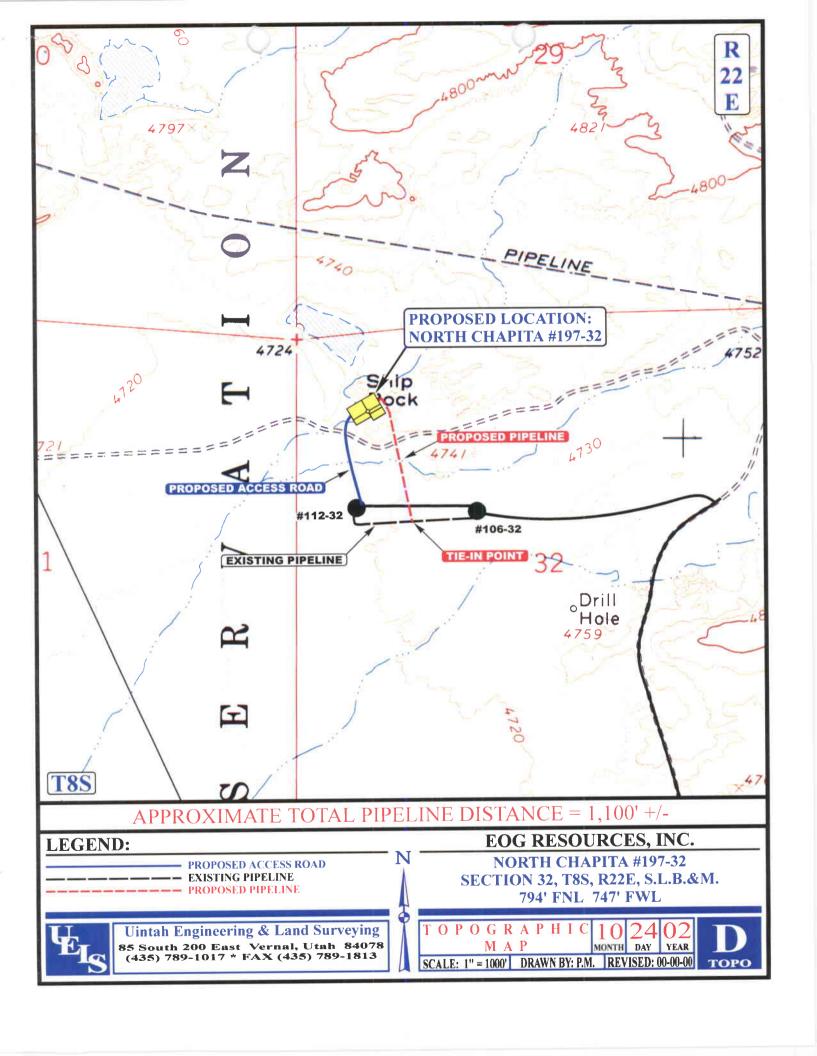


UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East • Vernal, Utah 84078 • (435) 789-1017



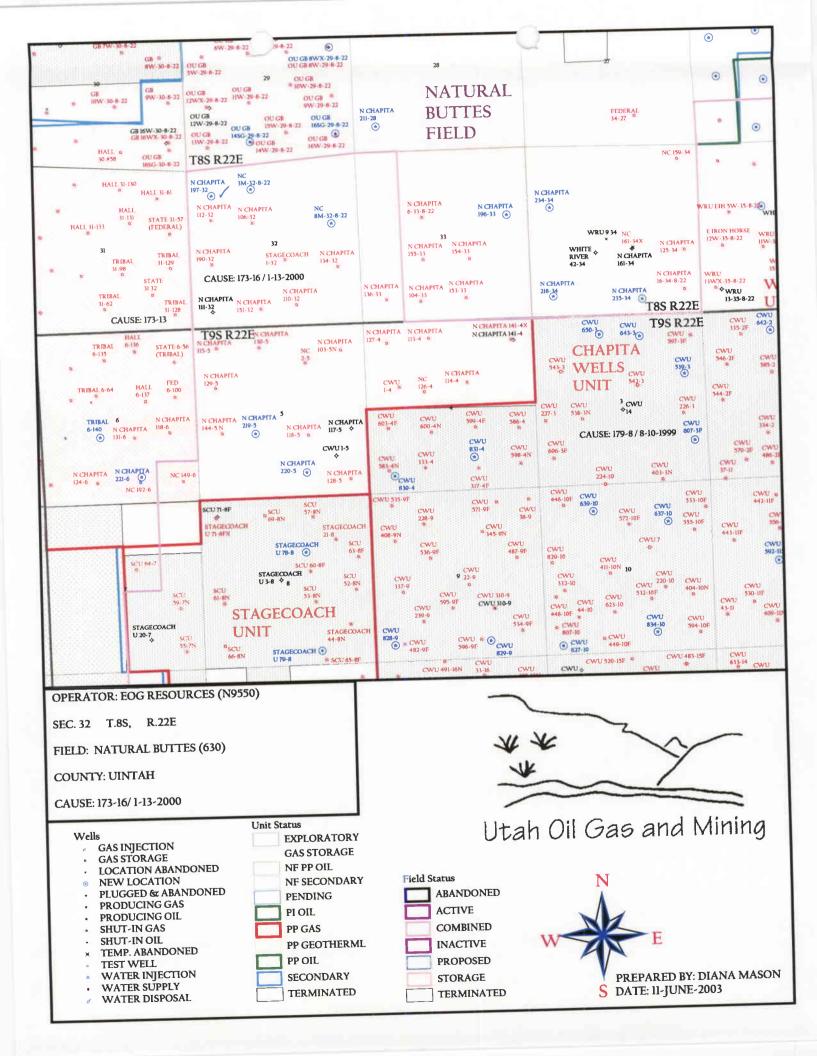






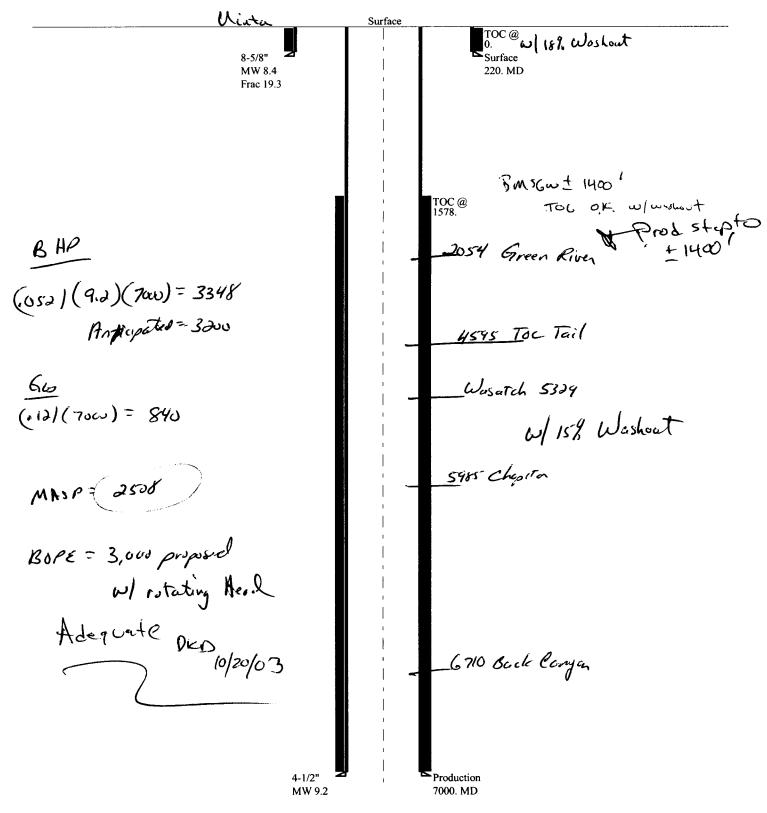
APPLICATION FOR PERMIT TO DRILL

APD RECEIVE	ED: 05/30/2003	API NO. ASSIGNED: 43-047-34995					
OPERATOR:	N CHAPITA 197-32 EOG RESOURCES INC (N9550) ED TROTTER	PHONE NUMBER: $\frac{4}{}$	35-789-4120				
PROPOSED LO	CATION:	INSPECT LOCATI	1 BY: / ,	,			
	32 080S 220E : 0794 FNL 0747 FWL	Tech Review	Initials	Date			
BOTTOM: UINTAH	0794 FNL 0747 FWL	Engineering	DKD	16/20/03			
NATURAL	BUTTES (630)	Geology	-				
LEASE TYPE:	3 - State	Surface					
SURFACE OWN	R: ML3085 ER: 2 - Indian PRMATION: PRRV	LATITUDE: 40.0					
Plat Bond: (No. No. Potas Noil S Water (No. A) RDCC (Date	hale 190-5 (B) or 190-3 or 190-13	R649-3-3. In the second control of the secon	General From Qtr/Qtr & 920' Exception it e No: 173-18 1-13-20 0' fr boundry (Between Wells O O A 20 'fr other Wells			
STIPULATION	s: 1- federal approve 2" prod. Casing Cont Stipto +	1400' to cover	Baseofulad, S-1. G	W (G4#27)			



06-03 EOG N Chapita 197-32

Casing Schematic



Well name:

06-03 EOG N Chapita 197-32

Operator:

EOG

String type:

Location:

Surface

Uintah Co.

Project ID:

43-047-34995

Design parameters:		Minimum design factors:		Environment:		
Collapse		Collapse:		H2S considered?	No	
Mud weight:	8.400 ppg	Design factor	1.125	Surface temperature:	65 °F	
Design is based on ev	vacuated pipe.	•		Bottom hole temperature:	68 °F	
•				Temperature gradient:	1.40 °F/100ft	
				Minimum section length:	220 ft	

Burst:

Design factor

1.00

Cement top:

Surface

<u>Burst</u>

Max anticipated surface

123 psi pressure: 0.442 psi/ft Internal gradient: 220 psi Calculated BHP

No backup mud specified.

Tension:

8 Round STC: 1.80 (J) 8 Round LTC: 1.80 (J) 1.60 (J) **Buttress:**

1.50 (J) Premium: Body yield: 1.50 (B)

Tension is based on air weight. Neutral point: 192 ft Non-directional string.

Re subsequent strings:

Next setting depth: 7,000 ft 9.200 ppg Next mud weight: Next setting BHP:

Fracture mud wt: Fracture depth: Injection pressure

3,345 psi 19.250 ppg 220 ft 220 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	220	8.625	24.00	J-55 /	ST&C <	220	220	7.972	10.6
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	96	1370	14.271 ~	220	2950	13.41	5	244	46.21 J

Clinton Dworshak Prepared

Utah Div. of Oil & Mining

Date: October 9,2003 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension. Collapse is based on a vertical depth of 220 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

Well name:

06-03 EOG N Chapita 197-32

Operator:

EOG

String type:

Production

Location:

Uintah Co.

Project ID:

43-047-34995

Minimum design factors: Environment:

<u>Collapse</u>

Mud weight:

Design parameters:

9.200 ppg

Design is based on evacuated pipe.

Collapse:

Design factor 1.125

H2S consid

H2S considered? Surface temperature: No 65 °F 163 °F

Bottom hole temperature: Temperature gradient:

1.40 °F/100ft

Minimum section length:

220 ft

Burst:

Design factor

1.00 Cement top:

1,578 ft

<u>Burst</u>

Max anticipated surface

pressure:

291 psi

Internal gradient: Calculated BHP 0.436 psi/ft 3,345 psi

No backup mud specified.

Tension:

8 Round STC: 8 Round LTC:

Buttress:
Premium:

Body yield:

1.80 (J) 1.60 (J) 1.50 (J) 1.50 (B)

1.80 (J)

Tension is based on air weight. Neutral point: 6,037 ft Non-directional string.

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	7000	4.5	11.60	J-55 /	ST&C ~	7000	7000	3.875	162.3
Run Seq	Collapse Load (psi) 3345	Collapse Strength (psi) 4960	Collapse Design Factor 1.483	Burst Load (psi) 3345	Burst Strength (psi) 5350	Burst Design Factor 1.60	Tension Load (Kips) 81	Tension Strength (Kips) 154	Tension Design Factor 1.90 J

Prepared Cli

Clinton Dworshak

by: Utah Div. of Oil & Mining

Date: October 9,2003 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Collapse is based on a vertical depth of 7000 ft, a mud weight of 9.2 ppg. The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING ML-3085 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS **UTE INDIAN TRIBE** 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 8. WELL NAME and NUMBER: 1. TYPE OF WELL GAS WELL 7 OTHER OIL WELL **NORTH CHAPITA 197-32** 9. API NUMBER: 2. NAME OF OPERATOR: -43-047-34995 PENDING EOG RESOURCES, INC. 10. FIELD AND POOL, OR WILDCAT: PHONE NUMBER: 3. ADDRESS OF OPERATOR: **NATURAL BUTTES** ZIP 84078 CITY VERNAL STATE UT (435) 789-4120 P.O. BOX 1910 4. LOCATION OF WELL COUNTY: UINTAH FOOTAGES AT SURFACE: 794' FNL, 747' FWL STATE: 22E S QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNW 32 88 **UTAH** CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION REPERFORATE CURRENT FORMATION DEEPEN ACIDIZE NOTICE OF INTENT FRACTURE TREAT SIDETRACK TO REPAIR WELL (Submit in Duplicate) ALTER CASING NEW CONSTRUCTION TEMPORARILY ABANDON Approximate date work will start: CASING REPAIR TUBING REPAIR

OPERATOR CHANGE

PLUG AND ABANDON

PRODUCTION (START/RESUME)

RECOMPLETE - DIFFERENT FORMATION

RECLAMATION OF WELL SITE

PLUG BACK

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

COMMINGLE PRODUCING FORMATIONS

CHANGE TO PREVIOUS PLANS

CHANGE TUBING

CHANGE WELL NAME

CHANGE WELL STATUS

CONVERT WELL TYPE

See attachments for proposed drilling program changes.

V

DIV. OF OIL. GAS & MIL.

VENT OR FLARE

WATER DISPOSAL

WATER SHUT-OFF

OTHER:

	<u></u>
NAME (PLEASE PRINT) Ed Trotter	TITLE Agent
SIGNATURE Zell Toll	DATE 9/10/2003

(This space for State use only)

Approved by the Litah Division of OH, Gas and Mining

11.

Z

SUBSEQUENT REPORT

Date of work completion:

(Submit Original Form Only)

NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

DEPTH	TYPE ZONES	MAXIMUM PRESSURE
2,054'		
5,325'		
5,985'		
6,710'		
	2,054' 5,325' 5,985'	2,054' 5,325' 5,985'

EST. TD:

7000'

Anticipated BHP 3200 PSI

3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.

4. CASING PROGRAM:

									TY FACTOR
HOLE SIZE	INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	THREAD	COLLAI	<u>PSE BURST</u>	<u>TENSILE</u>
	0' - 220'+					ST&C	1370 PSI	2950 PSI	244,000#
7 7/8	220' - TD'	7000	4 1/2	11.6#	J-55	STC	4960 PSI	5350 PSI	184,000#

5. Float Equipment:

SURFACE HOLE PROCEDURE (0-220' Below GL):

Guide Shoe

Insert Baffle

Wooden wiper plug

Centralizers: 1 - 5-10' above shoe, every collar for next 3 joints (4 total).

Have bottom of first collar tack-welded, guide shoe and top of first collar thread-locked.

PRODUCTION HOLE PROCEDURE (220-TD'):

Texas-Pattern shoe, short casing shoe joint (\pm 20'), Float Collar, and balance of casing to surface. Run short casing joint (< 38') at \pm 4,300' (1,000' above projected top of Wasatch). Centralize 5' above shoe on joint #1, top of joint #2, then every 4th joint to \pm 4,900' (400' above Wasatch top - 15 total). Thread lock shoe, top and bottom of FC, and top of 2^{nd} joint.

6. MUD PROGRAM:

SURFACE HOLE PROCEDURE (0-220' Below GL):

Air – Air Water Mist

NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

MUD PROGRAM (Continued):

PRODUCTION HOLE PROCEDURE (220-TD'):

220' - 1,700': Water (circulate through reserve pit). Anco-Drill sweeps for hole cleaning, Paper sweeps to seal off loss zones. Add LIME to reserve pit to keep clear.

1,700' - 4,900':

Continue as above as far as possible. Should it become necessary to trip for a bit prior to reaching TD, either slug drill pipe and fill hole with brine or with 9.2 ppg mud (pre-mixed in rig mud tanks) to control gas. Once back on bottom after trip, turn flow back and re-circulate through reserve pit to resume drilling ahead. Stay on as clear of fluid as long as possible. Try to control any fluid losses if drilling on clear fluid with paper LCM. Add LIME and Gyp if needed to control alkalinities.

4,900' – TD: Continue sweeping hole with Anco-Drill for hole cleaning. Again, should it become necessary to trip for a bit prior to reaching TD, either slug drill pipe and fill hole with brine or with 9.2 ppg mud (pre-mixed in rig mud tanks) to control gas. Once back on bottom after trip, turn flow back and re-circulate through reserve pit to resume drilling ahead. Stay on as clear of fluid as long as possible. Increase Anco-Drill sweep frequency as you near TD in preparation to logging and running casing. Be alert at all times while drilling the Wasatch on water for any signs of hole sloughing (i.e. tight connections, fill, etc.). Should sloughing be detected, immediately mud up the hole. If mud-up becomes necessary to log, run casing, for hole sloughing or to control water and gas flows, mix Gel, Anco-Drill and Aqua-Pac if chloride content of mud will allow or SALT GEL and STARCH if chloride content is high. When mudding up, add 6% LCM (mixture of Cedar Fiber, Paper, Cottonseed Hulls and Sawdust) to control losses.

7. VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- C. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

8. EVALUATION PROGRAM:

Logs: Gamma Ray/Dipole Sonic - TD to Surface Casing

NORTH CHAPITA 197-32 NW/NW, SEC. 32, T8S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH

9. CEMENT PROGRAM:

SURFACE HOLE PROCEDURE (0-220' Below GL):

Lead: 100 sks. (100% excess volume) Class 'G' cement with 2% S1 (CaCl2) + 0.25 pps; D29 (cellophane flakes) mixed at 15.8 ppg, 1.18 cu. ft./sk., 4.95 gps water.

Top Out: Top out with Class 'G' cement with 2% S1 (CaCl2) in mix water, 15.8 ppg, 1.15 cu. ft./sk., and 4.95 gps via 1" tubing set at 25' if needed.

PRODUCTION HOLE PROCEDURE (220-TD')

Lead: 260 sks: Class 'G' lead cement with 5% D44 (Salt), 12% D20 (Bentonite), 1% D79% (Extender), 0.25% D112 (Fluid Loss Additive), 0.2% D46 (Anti-Foamer) & 0.25 pps D29 (Cellophane flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail: 600 sks: 50:50 Poz G w/ 2% D20 (Bentonite), 10% D44 (Salt), mixed at 14.1 ppg, 1.35 ft³/sk., 5.0 gps water.

10. ABNORMAL CONDITIONS:

PRODUCTION HOLE (220-TD')

Potential Problems: Lost circulation, asphaltic, black oil and large Trona water flows may be encountered in the Green River, beginning at 2297'. Some wells in the area of the NDC 216-28 (all drilled with air/mist or aerated water) reported problems with sloughing formation in the Wasatch while attempting to mud up for logs or to run casing.

11. STANDARD REQUIRED EQUIPMENT:

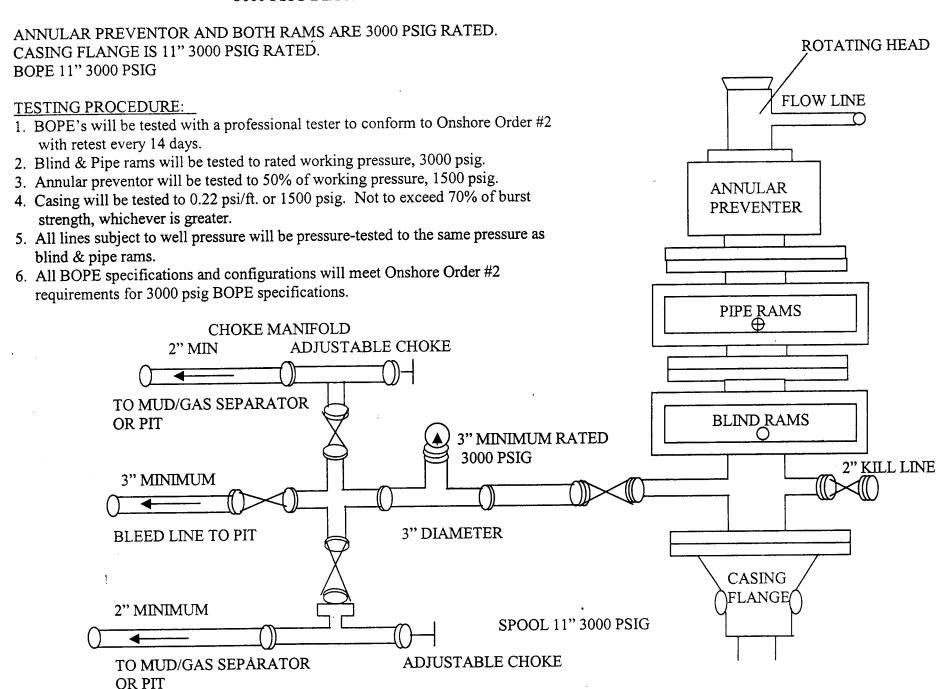
- A. Choke Manifold
- B. Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

3000 PSIG DIAGRAM



From:

Ed Bonner

To:

Mason, Diana

Date:

10/10/03 9:39AM

Subject:

Well Clearances

The following wells have been given cultural resource clearance by the Trust Lands Cultural Resources Group:

EOG Resources

Chapita Wells Unit 649-2 Chapita Wells Unit 823-16 Chapita Wells Unit 851-32 Chapita Wells Unit 852-32 Chapita Wells Unit 861-32 Chapita Wells Unit 863-32

North Chapita 197-32

Pannonian Energy

Gate Canyon 41-20-11-15

Dominion Exploration HCU 5-32 F

If you have any questions regarding this matter please give me a call.

CC:

Baza, John; Garrison, LaVonne; Hill, Brad; Hunt, Gil



Michael O. Leavitt Governor Robert L. Morgan Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

October 21, 2003

EOG Resources, Inc. P O Box 1910 Vernal, UT 84078

Re:

North Chapita 197-32 Well, 794' FNL, 747' FWL, NW NW, Sec. 32, T. 8 South,

R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-34995.

Sincerely,

John R. Baza
Associate Director

pab Enclosures

cc:

Uintah County Assessor

SITLA



Operator:	EOG Resources, Inc.	
Well Name & Number	North Chapita 197-32	
API Number:	43-047-34995	
Lease:	ML-3085	

Location: <u>NW NW</u> <u>Sec. 32</u> T. <u>8 South</u> R. <u>22 East</u>

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Cement production casing of 2 to 4 ½" at ±1400 feet as proposed, which will be above the moderately saline ground water depth.
- 6. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company:	EOG RES	OURCES INC			
Well Name:	N CHAPIT	ГА 197-32			
Api No: 43-047	-34995	_Lease Type:	STA	<u>re</u>	
Section_32 Townsh	ip_08SRange	22E County	UIN	NTAH	
Drilling Contractor	PETE MART	IN'S	RIG#_	BUCKET	
SPUDDED: Date	10/05/04				
Time _	6:00 PM				
How	DRY				
Drilling will com	mence:				
Reported by	DALL COO	K			
Telephone #	1-435-828-36	530	_		
Date 10/06/200	94Signed	ı <u>СН</u>	(D		

DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM - FORM 6

OPERATOR: EOG Resources, Inc.

ADDRESS: P.O. BOX 250

BIG PINEY, WYOMING 83113

OPERATOR ACCT. NO. 9550

FAX: EARLENE RUSSELL

(801) 359-3940

ACTION			API	WELLNAME	LOCATIO	N				SPUD	EFFECTIVE
CODE	ENTITY NO.	ENTITY NO.	NUMBER		QQ	SEC.	ΤP	RG	COUNTY	DATE	DATE
A	99999	14334	43-047-35479	NORTH DUCK CREEK 249-29	NESE	29	88	21E	UINTAH	10/7/2004	10/19/04
		GR	ev								
A	99999			NORTH CHAPITA 197-32	NWNW	32	88	22E	UINTAH	10/5/2004	10/19/64
···		WSTO	ン	CONFIDENTIAL							
									_		
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<u> </u>											
						1	Γ.				
									······································		

ACTIONS CODES (See instructions on back of form)

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (explain in comments section)

NOTE: Use COMMENT section to explain why each Action Code was selected.

CHANGE TOWNSHAME

Regulatory Assistant

10/8/2004

Title

Phone No.

(307) 276-4833

(3/89)

RECEIVED OCT 0 8 2004 0

STATE OF UTAH

0.50	DEPARTMENT OF NATURAL RESOURCES	3	FORM 9
07	DIVISION OF OIL, GAS AND MINING		5. LEASE DESIGNATION AND SERIAL NUMBER: ML 3085
SUND	RY NOTICES AND REPORTS O	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
			UTE INDIAN TRIBE 7. UNIT OF CA AGREEMENT NAME:
Do not use this form for proposals to d drill horizont	ill new wells, significantly deepen existing wells below current bo al laterals. Use APPLICATION FOR PERMIT TO DRILL form for	ottom-hole depth, reenter plugged wells, or to r such proposals.	7. UNIT OF CA AGREEMENT NAME:
TYPE OF WELL OIL WEI			8. WELL NAME and NUMBER:
2. NAME OF OPERATOR:			NORTH CHAPITA 197-32
EOG RESOURCES, IN	C.		4304734995
3. ADDRESS OF OPERATOR: P.O. BOX 250	BIG PINEY STATE WY ZIP 831	PHONE NUMBER: (307) 276-3331	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL	ATT STREET AIR		
FOOTAGES AT SURFACE: 794	FNL 747 FWL 40.084364 LAT 109.470	0789 LON	COUNTY: UINTAH
OTRIOTR SECTION TOWNSHIP I	ANGE, MERIDIAN: NWNW 32 8S 22E		OTATE.
WINGIN, SECTION, TOWNSHIP, P	ANGE, MERIDIAN. 1491444 32 03 22E		STATE: UTAH
	PROPRIATE BOXES TO INDICATE N		RT, OR OTHER DATA
TYPE OF SUBMISSION	ACIDIZE	TYPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate)	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
Approximate date work will start:	CASING REPAIR	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
, pp om at out with the state	CHANGE TO PREVIOUS PLANS	NEW CONSTRUCTION OPERATOR CHANGE	TEMPORARILY ABANDON
	CHANGE TUBING		TUBING REPAIR
SUBSEQUENT REPORT		PLUG AND ABANDON	VENT OR FLARE
(Submit Original Form Only)	CHANGE WELL STATUS	PLUG BACK	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	✓ OTHER: WELL SPUD
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	
EOG Resources, Inc. sp Martin's Bucket Rig. Da	COMPLETED OPERATIONS. Clearly show all pertinence at the referenced oud a 20" surface hole at the referenced all Cook, representative for EOG, notifie and Mining of the spud 10/04/2004 @	d location 10/05/2004 at 6:00 d Ed Forsman of the Vernal I	p.m. The contractor was Pete
			RECEIVED
			OCT 12 2004
		Di	V. OF OIL, GAS & MINING
NAME (PLEASE PRINT) Kaylene	R. Gardner	TITLE Regulatory Assist	ant
SIGNATURE	Soudin	10/8/2004	

(This space for State use only)

STATE OF UTAH
MENT OF NATURAL RESOURCES

008	5. LEASE DESIGNATION AND SERIAL NUMBER: ML 3085	
	NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE INDIAN TRIBE
Do not use this form for proposals to drill ne	w wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	erais. Use APPLICATION FOR PERIOR TO BRILL IOTHIO SUCH proposation	8. WELL NAME and NUMBER: NORTH CHAPITA 197-32
2. NAME OF OPERATOR:		9. API NUMBER: 4304734995
EOG RESOURCES, INC. 3. ADDRESS OF OPERATOR:	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
P.O. BOX 250	BIG PINEY STATE WY 3P 83113 (307) 276-3331	NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 794 FN	IL 747 FWL 40.084364 LAT 109.470789 LON	COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANG		STATE: UTAH
11. CHECK APPR	COPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
✓ NOTICE OF INTENT	ACIDIZE DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON
Approximate date work will start:	CASING REPAIR NEW CONSTRUCTION CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
	The state of the s	VENT OR FLARE
	CHANGE TUBING PLUG AND ABANDON CHANGE WELL NAME PLUG BACK	WATER DISPOSAL
SUBSEQUENT REPORT (Submit Original Form Only)	G	WATER SHUT-OFF
Date of work completion:	CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMING E PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER:
	CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	
	MPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volur	
	uests authorization for disposal of produced water from the refere	
Natural Buttes Unit 21-2 Ace Disposal. EOG Resources, Inc. d. RN Industries.	20B SWD. rilling operations (Chapita Wells Unit, Natural Buttes Unit, Staged	coach Unit).
* Apr	out for request #15/1,2 in above #3 request thereat information to approve #3 request	RECEIVED OCT 12 2004 DIV. OF OIL, GAS & MINING
NAME (PLEASE PRINT) Kaylene F	R. Gardner TITLE Regulatory Ass	istant
SIGNATURE	DATE 10/8/2004	
(This space for State use only)		PEINT TO OPERATOR 12-1-04 CHO

FORM 9 STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING ML 3085 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS **UTE INDIAN TRIBE** 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 8 WELL NAME and NUMBER 1 TYPE OF WELL GAS WELL OIL WELL OTHER **NORTH CHAPITA 197-32** 9. API NUMBER: 2. NAME OF OPERATOR: 43-047-34995 EOG RESOURCES, INC. 10. FIELD AND POOL, OR WILDCAT: PHONE NUMBER: 3. ADDRESS OF OPERATOR: **NATURAL BUTTES** ZIP 83113 CITY BIG PINEY STATE WY (307) 276-3331 P.O. BOX 250 4 LOCATION OF WELL COUNTY: UINTAH FOOTAGES AT SURFACE: 794 FNL 747 FWL 40.084364 LAT 109.470789 LON QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNW 32 22E S STATE: **UTAH** CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION REPERFORATE CURRENT FORMATION DEEPEN ACIDIZE NOTICE OF INTENT SIDETRACK TO REPAIR WELL (Submit in Duplicate) FRACTURE TREAT ALTER CASING TEMPORARILY ABANDON NEW CONSTRUCTION Approximate date work will start: CASING REPAIR CHANGE TO PREVIOUS PLANS OPERATOR CHANGE **TUBING REPAIR** VENT OR FLARE PLUG AND ABANDON CHANGE TUBING WATER DISPOSAL SUBSEQUENT REPORT PLUG BACK CHANGE WELL NAME (Submit Original Form Only) WATER SHUT-OFF PRODUCTION (START/RESUME) CHANGE WELL STATUS Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE OTHER: **RECOMPLETE - DIFFERENT FORMATION** CONVERT WELL TYPE 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. INITIAL PRODUCTION: The referenced well was turned to sales at 9:00 a.m., 7/11/2005 through Questar meter # 6768 on a 12/64" choke. Opening pressure, FTP 1840 psig, CP 2000 psig.

NAME (PLEASE PRINT) Kaylene R. Gardner	TITLE	Regulatory Assistant
		7/14/2005
SIGNATURE 1 Automatical States of the Signature 1 Automatical States o	- DATE	

(This space for State use only)

RECEIVED

JUL 18 2005

	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING (highlight changes) 5. LEASE DESIGNATION AND SERIAL NUMBER: ML-3085 6. IF INDIAN, ALLOTTEE OR TRIBE NAME										KM 8							
WELI	L COM	PLET	ION	OR F	RECO	OMPL	ETIC	ON RE	EPOR	T AND	LOG	6.	IF INDIAN,					
1a. TYPE OF WELL	;	OI W] (GAS [\overline{Z}	DRY		ОТНЕ	ER .		7.	UNIT or CA					
b. TYPE OF WORK NEW WELL	(: HORIZ. LATS.		EEP- (WELL NAME and NUMBER:														
2. NAME OF OPERA	ATOR:	SINC						•				9.	АРІ NUMB 43-04					
3. ADDRESS OF OF		0, 1110	•							PHONE	NUMBER:	10	FIELD AND			DCAT	Γ	
P.O. BOX 2			ITY BIC	G PINE	ΞΥ	STATE	WY	ZIP 83 1	13	(30	7) 276-33		NATU					
4. LOCATION OF W AT SURFACE:	794 FNL	. 747 F		_		AT 109	0.4707	'89 LO	N				MERIDIA MWNW		0N, TOV 8S		iip, range 2E S	,
AT TOP PRODUC	CING INTERV	AL REPOR	KIED BE	LOW: S	HIVIE							12	COUNTY			13	STATE	
AT TOTAL DEPT	H: SAME	E											UINTA				l	JTAH
14. DATE SPUDDED 10/5/2004	l									READY TO PRO	DUCE 🗸		734 K		KB, R	RT, GL):		
18. TOTAL DEPTH:	MD 7.0	10		19. PLUG	BACK T.		6,975		20. IF M		OMPLETIONS, H	OW MANY?		TH BRID	:	MD		
22. TYPE ELECTRIC	TVD C AND OTHER	MECHAN	IICAL LO	GS RUN (S	Submit co	TVD py of each)		<u> </u>	23.			<u> </u>			IVD		
RST/CBL/VI				·		•				WAS DST	L CORED? RUN? NAL SURVEY?	NO	` <u>~</u>	YES YES	(s	ubmit	t analysis) t report)	
24. CASING AND LI	NER RECORD	(Report	all string	s set in w	ell)		•											
HOLE SIZE	SIZE/GRA	DE	WEIGHT	「(#/ft.)	тор	(MD)	вотто	M (MD)		EMENTER PTH	CEMENT TYPE NO. OF SACE		URRY ME (BBL)	CEME	NT TOP	**	AMOUNT	PULLED
12 1/4	9 5/8	J-55	36	; #	(0	53	30			225							
7 7/8	4 1/2	J-55	11.	6#	(0	6,9	998			1070							
																_		
		_														_		
														 		\dashv		
25. TUBING RECOR																		
SIZE	DEPTH S	ET (MD)	PACK	ER SET (N	AD)	SIZE		DEPTH	SET (MD)	PACKE	R SET (MD)	SIZE	1 0	DEPTH S	ET (MD)		PACKER SI	ET (MD)
2 3/8	6,8				十					1	,					十		
26. PRODUCING IN	TERVALS		•		=				:	27. PERFOI	RATION RECOR	D	-					
FORMATION	NAME	TOP	(MD)	вотто	M (MD)	TOP	(TVD)	BOTTO	d (TVD)	INTERVA	L (Top/Bot - MD)	SIZE	NO. HO	LES	PERF	ORA	TION STAT	US
(A) WASATC	H	5,5	558	6,8	332					6,740	6,83	_	3/SF	PF or	oen	s	equeezed [<u></u>
(B)										6,090	6,23		3/SF	_	en	s	queezed	<u></u>
(C)		ļ		ļ						5,988	6,00		3/SF		oen		queezed	<u> </u>
(D)		<u> </u>		<u></u>						5,558	5,86	3	3/SF	J- Op	oen	s	queezed	
28. ACID, FRACTUR	-	NT, CEME	NT SQU	EEZE, ETC	<i>.</i> .	· · · · · · · · · · · · · · · · · · ·			A14C	NUME AND T	YPE OF MATER	141						
	NTERVAL		224	DDI C	CELI	ED \\	ATED	0 25 (20/40 S		AL .				—		
6740-6832 6090-6230			-							20/40 S/					, <u>.</u>			
5988-6002										20/40 SA								
29. ENCLOSED ATT	ACHMENTS:		1000		<u> </u>		· · · · · ·	<u>u 01,0</u>) <u></u>	.07 10 07	1110				30. W	ELL:	STATUS:	
=	RICAL/MECHA			CEMENT	VERIFIC	ATION	=	GEOLOGIO	C REPORT	=	DST REPORT		CTIONAL S		PF	≀O	DUC	ING
							(00	A171A11 · 7	'D ON D	ACK	Pho	YECE	IVE	D				

(CONTINUED ON BACK)

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31. INITIAL PRODUCTION

INTERVAL A (As shown in Item #26)

						· · · · · · · · · · · · · · · · · · ·				
7/11/2005		TEST DATE: 7/15/200	5	HOURS TESTED	HOURS TESTED: TE		OIL – BBL:	GAS MCF: 599	WATER - BBL:	PROD. METHOD: FLOWS
CHOKE SIZE: 12-64	TBG. PRESS. 1,220	CSG. PRESS. 1,600	API GRAVITY	BTU GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL: 0	GAS – MCF: 599	WATER - BBL:	INTERVAL STATUS
				INT	ERVAL B (As sho	wn in item #26)		•		
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED	D:	TEST PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS
				INT	ERVAL C (As show	wn in item #26)	*			
DATE FIRST PR	ODUCED:	TEST DATE:	-	HOURS TESTED) :	TEST PRODUCTION RATES: →	OIL – BBL:	GAS MCF:	WATER BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER BBL:	INTERVAL STATUS
		<u> </u>		INT	ERVAL D (As show	wn in item #26)	1			
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTED):	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS MCF:	WATER BBL:	INTERVAL STATUS

33. SUMMARY OF POROUS ZONES (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

34. FORMATION (Log) MARKERS:

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)
WASATCH	5,558	6,832		WASATCH CHAPITA WELLS BUCK CANYON	5,353 6,011 6,678

35. ADDITIONAL REMARKS (Include plugging procedure)

SEE ATTACHED SHEET

86. I hereby certify that the foregoing and attached information is complete and correct as determined from	om all avallable records.
NAME (PLEASE PRINT) Kaylene R. Gardner	TITLE Regulatory Assistant
SIGNATURE South Sauth	DATE 7/19/2005

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- · reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

** ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to:

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

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(5/2000)

DIV. OF OIL, GAS & MINING

North Chapita 197-32 - ADDITIONAL REMARKS (CONTINUED):

TURNED TO SALES THROUGH QUESTAR METER #6768. One 300 bbl tank # 80611V is on location.

27. PERFORATION RECORD

6410-6653	W/3 SPF

28. ACID, FRACTURE TREATMENT, CEMENT SQUEEZE, ETC.

5558-5863	403 BBLS GELLED WATER & 72,151 # 20/40 SAND
Damfamata d Ala	DI- 9 D. C (740-40) (755-50) (700-04) (010-14) (001-04) (010-04)

Perforated the Bb & Bc from 6740-42', 6755-56', 6782-84', 6813-14', 6821-23' & 6831-32' w/3 SPF. Perforated the Cd & Cc from 6090-92', 6190-92',6195-97' & 6228-30' w/3 SPF. Perforated the Tw from 5988-92' & 5998-6002' w/3 SPF. Perforated the Pe, Pd, Pf, & Pg from 5558-62', 5600-01', 5682-85', 5839-40' & 5862-63' w/3 SPF. Perforated the Ch, Ci, Cj, Ck & Cl from 6410-11', 6453-54', 6496-97', 6530-31', 6560-61', 6571-72', 6579-80', 6588-89', 6601-02' & 6652-53' w/3 SPF. (Perf Only)